



Foreign Agricultural Service

**GAIN Report**

Global Agriculture Information Network

Required Report - public distribution

Date: 4/1/2000

GAIN Report #PO0010

## Portugal

## Oilseeds and Products

## Annual Report

## 2000

Approved by:

**Robert Wicks**

**U.S. Embassy**

Prepared by:

Leonor Ramos

---

### Report Highlights:

**Portugal's oilseed output is insignificant relative to domestic use. Driven by recent expansion in crushing activity, soybean imports in 2000/01 are forecast to increase 8 percent. After a decline in 1998/99, imports from the U.S. are forecast to rebound in 1999/00 and 2000/01. Stable demand from the livestock sector and moderately expanding oils consumption should lead gradually growing soybean demand and imports in the medium term. 1 USD = 209 Pte.**

---

Includes PSD changes: Yes

Includes Trade Matrix: Yes

Unscheduled Report

Lisbon [PO1], PO

## TABLE OF CONTENTS

Executive Summary .....	2
Commodity: Total Oilseeds .....	3
Narrative Section .....	3
Statistical Section .....	5
Commodity: Soybeans .....	5
Production, Supply & Distribution Table .....	5
Trade Matrix .....	6
Commodity: Sunflower-seed .....	7
Production, Supply & Distribution Table .....	7
Trade Matrix .....	8
Commodity: Peanuts .....	9
Production, Supply & Distribution Table .....	9
Trade Matrix .....	10
Commodity Name: Total Oil meals .....	11
Narrative Section .....	11
Statistical Section .....	12
Commodity: Soybean Meal .....	12
Production, Supply & Distribution Table .....	12
Trade Matrix .....	13
Commodity: Sunflower-seed Meal .....	14
Production, Supply & Distribution Table .....	14
Trade Matrix .....	15
Commodity: Peanut Meal .....	16
Production, Supply & Distribution Table .....	16
Trade Matrix .....	17
Commodity: Fish Meal .....	18
Production, Supply & Distribution Table .....	18
Trade Matrix .....	19
Commodity Name: Total Oils .....	20
Narrative Section .....	20
Statistical Section .....	21
Commodity: Soybean Oil .....	21
Production, Supply & Distribution Table .....	21

Trade Matrix .....	22
Commodity: Sunflower-seed Oil .....	23
Production, Supply & Distribution Table .....	23
Trade Matrix .....	24
Commodity: Peanut Oil .....	25
Production, Supply & Distribution Table .....	25
Trade Matrix .....	26
Commodity: Olive Oil .....	27
Production, Supply & Distribution Table .....	27
Trade Matrix .....	28
Commodity: Fish Oil .....	29
Production, Supply & Distribution Table .....	29
Trade Matrix .....	29
PORTUGAL: Average Oil Prices at retail (Units: Pte/Liter) .....	30

## Executive Summary

Consisting almost entirely of sunflower, total 2000 oilseed production is forecast to remain at a mere 22,000 Mt, depressed by the effects of Agenda 2000. A more drastic reduction is forecast for the next 3-5 year future as a result of Agenda 2000's full implementation.

Following resumption of activity by the leading soybean crusher in mid-1999, total Portuguese 1999/2000 oilseed consumption will be up relative to the previous year. At 665,000 Mt, soybean crush is forecast to increase, while sunflower-seed consumption will be down as sunflower-seed oil continues to be displaced by soybean oil at retail. The current recovery of livestock sector and growing compound feed production, as well as the competitiveness of oilseed products relative to other fat and protein sources, are expected to lead to another increase in total oilseed consumption in 2000/2001. Expanding feed demand will increase consumption of soybean meal, while a recently passed liberalization of linolenic acid levels in blended oils will continue to enable a further expansion in soybean oil sales. Affected by this new oils law, demand for sunflower products are forecast to drop. A stable livestock sector and moderately expanding oil consumption should result in continued firm demand for oilseeds, particularly soybeans, in the medium term. Assuming the soybean/sunflower-seed price ratio does not deteriorate beyond critical levels, soybeans are expected to continue to replace sunflower-seed products in the overall oilseed complex, and total consumption of sunflower-seed use is forecast to decline.

Driven by the recovery in soy crushing, total 2000/01 oilseed imports are forecast to increase. Total imports of soybeans are forecast to increase to 690,000 Mt, compared to 650,000 in 1999/00. The U.S. should continue to be a key supplier of soybeans and is forecast to account for a 45% share of 2000/01 total soybean imports. However, this trade may be threatened by attitudes towards GMOs and new food labeling regulations. The growing interest of leading food distributors in GMO-free meat, and the EU-set threshold of 1% GMO content for products to be labeled as containing GMOs could eventually create problems for U.S. soybean exports. Nonetheless, the uncertainty on how to implement the food labeling regulations and consumer reluctance to pay a premium for GMO-free foods minimizes the immediate importance of this problem.

1 USD = 209 Pte

## Commodity: Total Oilseeds

### Narrative Section

Consisting almost exclusively of sunflower-seed, the total 1999 oilseed crop declined due to lower area. Total oilseed area and output are expected to drop again in 2000 due to the provision in Agenda 2000 that lowered oilseed payments and increased grain payments. Developing drought conditions this year will tend to limit area transfers from oilseeds though, sustaining total sunflower-seed areas at higher levels than under normal weather conditions. A drastic reduction in oilseed areas and subsidies is considered inevitable in the future.

Stimulated by the resumption of a leading local soybean crusher at the end of the first semester of 1999, total 1999/2000 oilseed consumption will be up over exceptionally low 1998/99 levels. In spite of poor soybean crushing margins, reportedly 1/3rd of two years ago, new opportunities for soybean oil in the domestic market (see Oils) and a strong demand for both FFBs and soybean meal from the livestock/feed sectors will enable soybean consumption levels to continue to recover. In operation since mid 1999 Tagol, the largest soybean crusher currently operated Andre, is expected to surpass 50% of total 1999/2000 national soybean crushing. With an estimated crushing capacity of 1,600 Mt/day and 3-4,000 Mt/month for FFB production and an existing deep water harbor, Tagol serves independent small-to-medium size feed mills. The Iberol plant north of Lisbon reportedly continues to crush some 20-25,000 Mt of soybeans and to produce some 1,500 Mt of FFBs monthly. Iberol is reportedly also planning to install a second oilseed crusher in June/July of 2000, which would not only increase its crushing capacity, but also enable Iberol to crush soy and sun-seeds simultaneously. Finally, trader Oleocom, currently produces some 2,000 Mt of FFBs a month, while it supplies associated feed mills with imported Oil meals and the bottled oils market with imported oils (see Oils section).

Current expansion in the livestock sector and in feed production, and favorable trends in the vegetable oil market are expected to continue to drive up total soybean use in 2000/01. Currently at high levels, FFB incorporation in feed is likely to drop moderately over the near-term future, displaced by anticipated higher sales of both soy-meal and low-priced soy-oil to the feed sector. Total sunflower-seed use is expected to continue declining, being replaced by soybean products.

With limited domestic production, Portugal imports virtually all its consumption needs. Being more competitive relative to South American supplies during the winter months, U.S. 1998/99 soybean exports into Portugal were particularly affected by the closing of Tagol during the winter months of that year. A recovery in U.S. soybean exports is forecast for 1999/2000 though, as a consequence of Tagol's resuming activity throughout the year. The expected increase in demand for soybeans in 2000/01 should also drive up imports from the U.S. Affected by the deterioration of the sunflower-seed oil's position in the oils market, imports of sunflower-seed for crushing will drop again in 2000/01. The favorable prospects for U.S. trade are somewhat clouded by the EU new labeling regulations, and the proposed Novel Feeds Regulation. The requirement that foods containing GMOs be labeled as such, and the setting of a 1% GMO content minimum threshold could, in conjunction with increasing demands from local retailing chains for GMO-free meat, affect U.S. soybean exports to Portugal. However, the uncertainties on how the new regulations will be implemented and little evidence that consumers are willing to pay a premium for GMO-free foods minimizes the importance of this issue in the short term.



## Statistical Section

## Commodity: Soybeans

## Production, Supply &amp; Distribution Table

PSD Table						
Country	Portugal					
Commodity	Oilseed, Soybean				(1000 HA)(1000 MT)	
	Revised	1998	Preliminary	1999	Forecast	2000
	Old	New	Old	New	Old	New
Market Year Begin		10/1998		10/1999		10/2000
Area Planted	0	0	0	0	0	0
Area Harvested	0	0	0	0	0	0
Beginning Stocks	138	194	124	178	124	149
Production	0	0	0	0	0	0
MY Imports	650	510	650	640	0	690
MY Imp. from U.S.	300	130	300	286	0	308
MY Imp. from the EC	0	5	0	4	0	4
TOTAL SUPPLY	788	704	774	818	124	839
MY Exports	8	6	8	4	0	4
MY Exp. to the EC	4	6	4	4	0	4
Crush Dom. Consumption	590	400	576	550	0	580
Food Use Dom. Consump.	0	0	0	0	0	0
Feed,Seed,Waste Dm.Cn.	66	120	66	115	0	114
TOTAL Dom. Consumption	656	520	642	665	0	694
Ending Stocks	124	178	124	149	0	141
TOTAL DISTRIBUTION	788	704	774	818	0	839
Calendar Year Imports	650	573	650	650	0	690
Calendar Yr Imp. U.S.	300	167	300	290	0	308
Calendar Year Exports	7	6	8	4	0	4
Calndr Yr Exp. to U.S.	0	0	0	0	0	0

### Trade Matrix

Import Trade Matrix			
Country	Portugal		
Commodity:	Oilseed, Soybean		
Time period	October/Sep	Units:	Metric Tons
Imports for:	1998		1999
U.S.	251425	U.S.	130292
Others		Others	
EU	3006	EU	4552
Brazil	177732	Brazil	199649
Argentina	71417	Paraguay	92051
Canada	58470	Canada	48155
		Argentina	20301
		Uruguay	15071
		China	5
Total for Others	310625		379784
Others not Listed	0		0
Grand Total	562050		510076

Export Trade Matrix			
Country	Portugal		
Commodity:	Oilseed, Soybean		
Time period	October/Sep	Units:	Metric Tons
Exports for:	1998		1999
U.S.	0	U.S.	0
Others		Others	
EU (Spain)	9970	EU (Spain)	5928
Guinea-Bissau	22		
Cape Verde	3		
Total for Others	9995		5928
Others not Listed	0		0
Grand Total	9995		5928

### Commodity: Sunflower-seed



### Production, Supply & Distribution Table

PSD Table						
Country	Portugal					
Commodity	Oilseed, Sunflower-seed				(1000 HA)(1000 MT)	
	Revised	1998	Preliminary	1999	Forecast	2000
	Old	New	Old	New	Old	New
Market Year Begin		10/1998		10/1999		10/2000
Area Planted	67	60	75	54	0	40
Area Harvested	67	60	75	54	0	40
Beginning Stocks	107	107	88	97	81	96
Production	31	38	30	32	0	22
MY Imports	228	210	242	215	0	219
MY Imp. from U.S.	20	15	20	20	0	20
MY Imp. from the EC	84	60	81	63	0	64
TOTAL SUPPLY	366	355	360	344	81	337
MY Exports	0	0	0	0	0	0
MY Exp. to the EC	0	0	0	0	0	0
Crush Dom. Consumption	271	250	270	240	0	233
Food Use Dom. Consump.	3	3	4	3	0	3
Feed,Seed,Waste Dm.Cn.	4	5	5	5	0	5
TOTAL Dom. Consumption	278	258	279	248	0	241
Ending Stocks	88	97	81	96	0	96
TOTAL DISTRIBUTION	366	355	360	344	0	337
Calendar Year Imports	238	220	242	220	0	225
Calendar Yr Imp. U.S.	10	16	10	20	0	20
Calendar Year Exports	0	0	0	0	0	0
Calndr Yr Exp. to U.S.	0	0	0	0	0	0

### Trade Matrix

Import Trade Matrix			
Country	Portugal		
Commodity:	Oilseed, Sunflower-seed		
Time period	Oct/Sept	Units:	Metric Tons
Imports for:	1998		1999
U.S.	14454	U.S.	14918
Others		Others	
France	65779	Spain	9705
Spain	32894	France	5700
Other EU	348	Other EU	250
Argentina	68325	Argentina	85064
Ukraine	44384	Ukraine	31234
Russia	25618	Russia	31181
		South Africa	22034
Total for Others	237348		185168
Others not Listed	8104		9461
Grand Total	259906		209547

Export Trade Matrix			
Country	Portugal		
Commodity	Oilseed, Sunflower-seed		
Time period	Oct/Sept	Units:	Metric Tons
Exports for:	1998		1999
U.S.	0	U.S.	0
Others		Others	
Spain	520	Spain	190
France	47		
South Africa	1		
Total for Others	568		190
Others not Listed	0		0
Grand Total	568		190

## Commodity: Peanuts

### Production, Supply & Distribution Table

PSD Table						
Country	Portugal					
Commodity	Oilseed, Peanut				(1000 HA)(1000 MT)	
	Revised	1998	Preliminary	1999	Forecast	2000
	Old	New	Old	New	Old	New
Market Year Begin		10/1998		10/1999		10/2000
Area Planted	0	0	0	0	0	0
Area Harvested	0	0	0	0	0	0
Beginning Stocks	2	2	2	1	2	0
Production	0	0	0	0	0	0
MY Imports	7	5	8	5	0	5
My Imp. from U.S.	2	0	1	1	0	1
MY Imp. from the EC	1	1	1	1	0	0
TOTAL SUPPLY	9	7	10	6	2	5
MY Exports	0	0	0	0	0	0
MY Exp. to the EC	0	0	0	0	0	0
Crush Dom. Consumption	0	0	0	0	0	0
Food Use Dom. Consump.	7	6	8	6	0	5
Feed,Seed,Waste Dm.Cn.	0	0	0	0	0	0
TOTAL Dom. Consumption	7	6	8	6	0	5
Ending Stocks	2	1	2	0	0	0
TOTAL DISTRIBUTION	9	7	10	6	0	5
Calendar Year Imports	7	5	8	5	0	5
Calendar Yr Imp. U.S.	1	0	1	1	0	1
Calendar Year Exports	0	0	0	0	0	0
Calndr Yr Exp. to U.S.	0	0	0	0	0	0

## Trade Matrix

Import Trade Matrix			
Country	Portugal		
Commodity:	Oilseed, Peanut		
Time period	Oct/Sept	Units:	Metric Tons
Imports for:	1998		1999
U.S.	656	U.S.	403
Others		Others	
Netherlands	409	Netherlands	401
Spain	120	Spain	81
Other EU	4	Other EU	26
China	5493	China	3438
India	245	India	4
Total for Others	6271		3950
Others not Listed	77		100
Grand Total	7004		4453

Export Trade Matrix			
Country	Portugal		
Commodity:	Oilseed, Peanut		
Time period	Oct/Sept	Units:	Metric Tons
Exports for:	1998		1999
U.S.	0	U.S.	0
Others		Others	
EU (Spain)	19	EU (Spain)	14
China	26	China	75
Cape Verde		Cape Verde	10
Total for Others	45		99
Others not Listed	1		1
Grand Total	46		100

## Commodity Name: Total Oil meals

### Narrative Section

Total oilmeal production is estimated to increase during 1999/2000 as a consequence of the higher soybean crushing. Sunflower-seed meal output will be down though, as a result of the reduced 1999/2000 crushing activity. Production trends will remain mostly unchanged in 2000/01. Total 2000/01 soybean meal output will be forecast to increase due to the re-activation of Tagol's soybean plant, while sunflower-seed meal production will decline as result of the slow down in sun-seed crushing levels.

The elimination of meat meals in feed and favorable oilmeal prices drove up total 1998/99 oilmeal consumption by the feed sector. The compound feed association estimates a 4% increase in total CY-1999 oilmeal incorporation levels in feed. Favored by a strong price competitiveness, soybean meal consumption rose an estimated 11.5% over CY-1998 levels, and sunflower-seed meal was up 7%. A forecast 1-2% increase in compound feed output for 2000, the continuing demand for high protein feed ingredients to mix with cheap manioc currently imported in high quantities, and the competitiveness of Oil meals over alternative protein sources are expected to drive up 1999/2000 oilmeal consumption. Soybean meal consumption will tend to increase in 1999/2000, favored by the expansion in total feed output and higher soy-oil incorporation levels, while total sunflower-seed meal use in feed will likely decline. Total oilmeal consumption will be expected to remain stable in 2000/01, as the current expansion of livestock sector subsides. Increasing soybean meal and cheap soy-oil supplies will encourage higher incorporation levels of soy meal in feed, while total 2000/01 sun-meal consumption in feed will tend to be down.

Due to strong meal demand from the feed industry, Portugal remains an oilmeal importer. Oilmeal imports, especially soybeans, tend to concentrate in the winter months when U.S. soybeans dominate the international soybean trade, and its price premium over S. American beans encourage the importation of soybean meal to the detriment of crushing. After the 1998/99 oilmeal import boom caused by the activity suspension of Tagol (see "total oilseeds"), national oilmeal imports will tend to decline in 1999/2000. Another moderate reduction is anticipated for 2000/01.

## Statistical Section

## Commodity: Soybean Meal

## Production, Supply &amp; Distribution Table

PSD Table						
Country	Portugal					
Commodity	Meal, Soybean				(1000 MT)(PERCENT)	
	Revised	1998	Preliminary	1999	Forecast	2000
	Old	New	Old	New	Old	New
Market Year Begin		10/1998		10/1999		10/2000
Crush	590	400	576	550	0	580
Extr. Rate, 999.9999	0.794915	0.795	0.798611	0.794545	ERR	0.794828
Beginning Stocks	93	119	110	153	90	130
Production	469	318	460	437	0	461
MY Imports	550	551	515	400	0	390
MY Imp. from U.S.	0	4	0	4	0	4
MY Imp. from the EC	2	4	2	4	0	4
TOTAL SUPPLY	1112	988	1085	990	90	981
MY Exports	22	35	20	40	0	41
MY Exp. to the EC	22	28	20	32	0	33
Industrial Dom. Consum	0	0	0	0	0	0
Food Use Dom. Consump.	0	0	0	0	0	0
Feed Waste Dom. Consum	980	800	975	820	0	822
TOTAL Dom. Consumption	980	800	975	820	0	822
Ending Stocks	110	153	90	130	0	118
TOTAL DISTRIBUTION	1112	988	1085	990	0	981
Calendar Year Imports	525	550	525	400	0	380
Calendar Yr Imp. U.S.	6	4	6	4	0	4
Calendar Year Exports	4	30	4	40	0	41
Calndr Yr Exp. to U.S.	0	0	0	0	0	0

## Trade Matrix

Import Trade Matrix			
Country	Portugal		
Commodity	Meal, Soybean		
Time period	October/Sep	Units:	Metric Tons
Imports for:	1998		1999
U.S.	16962	U.S.	4330
Others		Others	
EU	5359	EU	3911
Brazil	163391	Argentina	489758
Argentina	157743	Brazil	53460
Total for Others	326493		547129
Others not Listed	0		0
Grand Total	343455		551459

Export Trade Matrix			
Country	Portugal		
Commodity:	Meal, Soybean		
Time period	October/Sep	Units:	Metric Tons
Exports for:	1998		1999
U.S.	0	U.S.	0
Others		Others	
EU (Spain)	2160	Spain	27514
Cape Verde	636	Other EU (Finl.)	10
		Syria	6482
		Cape Verde	1016
		S. Tome & Prince	32
		Angola	17
		Guinea-Bissau	12
Total for Others	2796		35083
Others not Listed	0		0
Grand Total	2796		35083

## Commodity: Sunflower-seed Meal

### Production, Supply & Distribution Table

PSD Table						
Country	Portugal					
Commodity	Meal, Sunflower-seed				(1000 MT)(PERCENT)	
	Revised	1998	Preliminary	1999	Forecast	2000
	Old	New	Old	New	Old	New
Market Year Begin		10/1998		10/1999		10/2000
Crush	271	250	270	240	0	233
Extr. Rate, 999.9999	0.549815	0.552	0.555556	0.554167	ERR	0.553648
Beginning Stocks	23	33	33	38	30	37
Production	149	138	150	133	0	129
MY Imports	56	56	40	50	0	45
MY Imp. from U.S.	1	0	1	0	0	0
MY Imp. from the EC	50	9	35	8	0	7
TOTAL SUPPLY	228	227	223	221	30	211
MY Exports	4	4	3	4	0	4
MY Exp. to the EC	2	4	2	4	0	4
Industrial Dom. Consum	0	0	0	0	0	0
Food Use Dom. Consum.	0	0	0	0	0	0
Feed Waste Dom. Consum	191	185	190	180	0	170
TOTAL Dom. Consumption	191	185	190	180	0	170
Ending Stocks	33	38	30	37	0	37
TOTAL DISTRIBUTION	228	227	223	221	0	211
Calendar Year Imports	55	56	40	50	0	45
Calendar Yr Imp. U.S.	1	0	1	0	0	0
Calendar Year Exports	4	4	3	4	0	4
Calndr Yr Exp. to U.S.	0	0	0	0	0	0



### Trade Matrix

Import Trade Matrix			
Country	Portugal		
Commodity:	Meal, Sunflower-seed		
Time period	Oct/Sept	Units:	Metric Tons
Imports for:	1998		1999
U.S.	951	U.S.	0
Others		Others	
France	4695	France	5210
Spain	3144	Spain	1908
Argentina	800	Belgium	1647
		Argentina	47073
Total for Others	8639		55838
Others not Listed	0		0
Grand Total	9590		55838

Export Trade Matrix			
Country	Portugal		
Commodity:	Meal, Sunflower-seed		
Time period	Oct/Sept	Units:	Metric Tons
Exports for:	1998		1999
U.S.	0	U.S.	0
Others		Others	
Spain	1877	Spain	3736
Cape Verde	110	Cape Verde	151
Total for Others	1987		3887
Others not Listed	0		0
Grand Total	1987		3887

## Commodity: Peanut Meal

### Production, Supply & Distribution Table

PSD Table						
Country	Portugal					
Commodity	Meal, Peanut				(1000 MT)(PERCENT)	
	Revised	1998	Preliminary	1999	Forecast	2000
	Old	New	Old	New	Old	New
Market Year Begin		10/1998		10/1999		10/2000
Crush	0	0	0	0	0	0
Extr. Rate, 999.9999	ERR	ERR	ERR	ERR	ERR	ERR
Beginning Stocks	0	0	0	0	0	0
Production	0	0	0	0	0	0
MY Imports	1	1	1	1	0	1
MY Imp. from U.S.	0	0	0	0	0	0
MY Imp. from the EC	0	0	0	0	0	0
TOTAL SUPPLY	1	1	1	1	0	1
MY Exports	0	0	0	0	0	0
MY Exp. to the EC	0	0	0	0	0	0
Industrial Dom. Consum	0	0	0	0	0	0
Food Use Dom. Consum.	0	0	0	0	0	0
Feed Waste Dom. Consum	1	1	1	1	0	1
TOTAL Dom. Consumption	1	1	1	1	0	1
Ending Stocks	0	0	0	0	0	0
TOTAL DISTRIBUTION	1	1	1	1	0	1
Calendar Year Imports	1	1	1	1	0	1
Calendar Yr Imp. U.S.	0	0	0	0	0	0
Calendar Year Exports	0	0	0	0	0	0
Calndr Yr Exp. to U.S.	0	0	0	0	0	0

### Trade Matrix

Import Trade Matrix			
Country	Portugal		
Commodity	Meal, Peanut		
Time period	Oct/Sept	Units:	Metric Tons
Imports for:	1998		1999
U.S.	0	U.S.	0
Others		Others	
Senegal	1100	Senegal	1346
Total for Others	1100		1346
Others not Listed	0		0
Grand Total	1100		1346

Export Trade Matrix			
Country	Portugal		
Commodity	Meal, Peanut		
Time period	Oct/Sept	Units:	Metric Tons
Exports for:	1998		1999
U.S.	0	U.S.	0
Others		Others	
Total for Others	0		0
Others not Listed	0		0
Grand Total	0		0

## Commodity: Fish Meal

### Production, Supply & Distribution Table

PSD Table						
Country	Portugal					
Commodity	Meal, Fish				(1000 MT)(PERCENT)	
	Revised	1998	Preliminary	1999	Forecast	2000
	Old	New	Old	New	Old	New
Market Year Begin		10/1998		10/1999		10/2000
Catch For Reduction	10	10	10	10	0	10
Extr. Rate, 999.9999	0.2	0.2	0.2	0.2	ERR	0.2
Beginning Stocks	0	0	0	0	0	0
Production	2	2	2	2	0	2
MY Imports	10	11	9	11	0	11
MY Imp. from U.S.	0	0	0	0	0	0
MY Imp. from the EC	0	10	0	0	0	0
TOTAL SUPPLY	12	13	11	13	0	13
MY Exports	1	1	1	1	0	1
MY Exp. to the EC	0	0	0	0	0	0
Industrial Dom. Consum	0	0	0	0	0	0
Food Use Dom. Consum.	0	0	0	0	0	0
Feed Waste Dom. Consum	11	12	10	12	0	12
TOTAL Dom. Consumption	11	12	10	12	0	12
Ending Stocks	0	0	0	0	0	0
TOTAL DISTRIBUTION	12	13	11	13	0	13
Calendar Year Imports	10	11	9	11	0	11
Calendar Yr Imp. U.S.	0	0	0	0	0	0
Calendar Year Exports	1	1	1	1	0	1
Calndr Yr Exp. to U.S.	0	0	0	0	0	0

## Trade Matrix

Import Trade Matrix			
Country	Portugal		
Commodity	Meal, Fish		
Time period	Oct/Sept	Units:	Metric Tons
Imports for:	1998		1999
U.S.	0	U.S.	0
Others		Others	
Spain	9303	Spain	9106
Denmark	1437	Denmark	760
France	99	France	194
Belgium-Lux	44	Netherlands	108
Brazil	200	Other EU	30
Russia	96	Peru	738
Chile	57	Brazil	216
		Russia	123
		Mauritania	17
Total for Others	11236		11292
Others not Listed	4		0
Grand Total	11240		11292

Export Trade Matrix			
Country	Portugal		
Commodity	Meal, Fish		
Time period	Oct/Sept	Units:	Metric Tons
Imports for:	1998		1999
U.S.	0	U.S.	0
Others		Others	
EU (Spain)	22	EU	0
Cape Verde	434	Cape Verde	508
S. Tome & Prince	2	S. Tome & Prince	6
Total for Others	458		514
Others not Listed	0		1
Grand Total	458		515

## Commodity Name: Total Oils

### Narrative Section

Total 1999/2000 oil production is forecast to increase due to an estimated increase in olive oil harvest and increased soybean oil outputs. A moderate reduction in total oils output is forecast for 2000/01 due to the lower forecast outputs of olive and sunflower-seed oils.

Favored by falling prices (see Retail Price table in Statistical Section), total consumption of oils is expected to go up during 1999/2000. The Government liberalization of soybean oil content in blended oils enabled an expansion in total soybean oil consumption, and a reduction in total sunflower-seed oil. Another expansion in total vegetable oils consumption is forecast for 2000/2001 as a consequence of the higher soy oil demand.

The requirement to label when oil contains more than 2% linolenic acid has reportedly discouraged production of blended oils with 20 and 70 percent soyoil. Nonetheless, blended oils continue to account for the bulk of domestic bottled oil sales. More private labels and complex marketing strategies of the leading retailing chains have played an important role in promoting blended oil sales and brands. However, expansion of the HRI segment has favored sales of blended oils with high soy-oil content due to the need to re-utilize the oil several times, which reportedly is incompatible with the soyoil properties. Sales of pure bottled soybean oil are forecast to decline. In addition, soyoil sales to the margarine and shortening sectors are forecast to continue declining due to competition from imported palm oil. Displaced by soy-oil in the blended oils segment, sunflower-seed oil consumption will tend to decline in 2000/01, with pure sun-oil sales tending to remain basically unchanged. Somewhat distinct from the other oil markets, olive oil consumption is expected to continue to grow in 2000/01, favored by a rising demand for traditional, healthy food products. Quality upgrading and innovation continue to play an important role in the expansion of the upper-end of olive oil supply, with a continuing consumption transfer from 1.5 ° lower-quality oil grades into virgin oil.

Due to the lower domestic output, total imports of oils went up in 1998/99. While significant quantities of raw soy and sun-oil were imported for refining, refined soybean and sunflower-seed oil imports, mostly of Spanish origin, account for roughly two thirds of total imports of either soy or sun oil. Due to Tagol's inactivity for a large portion of 1998/99, total oil exports were down. More than 50% of soybean oil, and the bulk of sunflower-seed oil exports were refined. Oil imports are forecast to remain stable in 2000/01. Total oil exports will tend to drop though, as a consequence of the lower outputs of olive oil and sunflower-seed oil. Soy-oil exports will increase on account of Tagol's higher levels of crushing.

## Statistical Section

## Commodity: Soybean Oil

## Production, Supply &amp; Distribution Table

PSD Table						
Country	Portugal					
Commodity	Oil, Soybean				(1000 MT)(PERCENT)	
	Revised	1998	Preliminary	1999	Forecast	2000
	Old	New	Old	New	Old	New
Market Year Begin		10/1998		10/1999		10/2000
Crush	590	400	576	550	0	580
Extr. Rate, 999.9999	0.177966	0.1775	0.177083	0.176364	ERR	0.177586
Beginning Stocks	6	2	10	2	5	2
Production	105	71	102	97	0	103
MY Imports	21	20	20	18	0	16
MY Imp. from U.S.	0	0	0	0	0	0
MY Imp. from the EC	10	20	5	17	0	16
TOTAL SUPPLY	132	93	132	117	5	121
MY Exports	25	34	25	55	0	56
MY Exp. to the EC	12	4	12	6	0	7
Industrial Dom. Consum	0	0	0	0	0	0
Food Use Dom. Consum.	90	50	97	52	0	54
Feed Waste Dom. Consum	7	7	5	8	0	9
TOTAL Dom. Consumption	97	57	102	60	0	63
Ending Stocks	10	2	5	2	0	2
TOTAL DISTRIBUTION	132	93	132	117	0	121
Calendar Year Imports	20	18	20	18	0	16
Calendar Yr Imp. U.S.	0	0	0	0	0	0
Calendar Year Exports	25	40	25	55	0	56
Calndr Yr Exp. to U.S.	0	0	0	0	0	0

## Trade Matrix

Import Trade Matrix			
Country	Portugal		
Commodity	Oil, Soybean		
Time period	October/Sep	Units:	Metric Tons
Imports for:	1998		1999
U.S.	0	U.S.	0
Others		Others	
Spain	15337	Spain	14002
Other EU	687	Netherlands	3000
		Germany	3000
		Other EU	379
Total for Others	16024		20381
Others not Listed	9		12
Grand Total	16033		20393

Export Trade Matrix			
Country	Portugal		
Commodity	Oil, Soybean		
Time period	October/Sep	Units:	Metric Tons
Exports for:	1998		1999
U.S.	0	U.S.	0
Others		Others	
EU	10015	EU (Spain)	4142
Tunisia	12116	Morocco	15318
Angola	9134	Angola	9477
Jordan	7692	Cape Verde	2786
Algeria	6392	Guinea Bissau	1318
Cape Verde	4077		
Ivory Coast	3009		
Israel	2990		
Lebanon	2498		
Cyprus	1521		
Total for Others	59444		33041
Others not Listed	9280		672
Grand Total	68724		33713



## Commodity: Sunflower-seed Oil

### Production, Supply & Distribution Table

PSD Table						
Country	Portugal					
Commodity	Oil, Sunflower-seed				(1000 MT)(PERCENT)	
	Revised	1998	Preliminary	1999	Forecast	2000
	Old	New	Old	New	Old	New
Market Year Begin		10/1998		10/1999		10/2000
Crush	271	250	270	240	0	233
Extr. Rate, 999.9999	0.380074	0.38	0.381481	0.379167	ERR	0.390558
Beginning Stocks	13	13	12	12	11	9
Production	103	95	103	91	0	91
MY Imports	47	41	45	40	0	38
MY Imp. from U.S.	0	0	0	0	0	0
MY Imp. from the EC	45	41	43	36	0	35
TOTAL SUPPLY	163	149	160	143	11	138
MY Exports	17	17	20	16	0	14
MY Exp. to the EC	15	15	18	14	0	12
Industrial Dom. Consum	0	0	0	0	0	0
Food Use Dom. Consump.	134	120	129	118	0	116
Feed Waste Dom. Consum	0	0	0	0	0	0
TOTAL Dom. Consumption	134	120	129	118	0	116
Ending Stocks	12	12	11	9	0	8
TOTAL DISTRIBUTION	163	149	160	143	0	138
Calendar Year Imports	47	40	45	40	0	39
Calendar Yr Imp. U.S.	0	0	0	0	0	0
Calendar Year Exports	17	17	20	16	0	14
Calndr Yr Exp. to U.S.	0	0	0	0	0	0

### Trade Matrix

Import Trade Matrix			
Country	Portugal		
Commodity:	Oil, Sunflower-seed		
Time period	Oct/Sept	Units:	Metric Tons
Imports for:	1998		1999
U.S.	0	U.S.	0
Others		Others	
Spain	40658	Spain	40309
Other EU	997	Other EU	826
Russia	1495		
Ukraine	1472		
Total for Others	44622		41135
Others not Listed	0		0
Grand Total	44622		41135

Export Trade Matrix			
Country	Portugal		
Commodity:	Oil, Sunflower-seed		
Time period	Oct/Sept	Units:	Metric Tons
Exports for:	1998		1999
U.S.	20	U.S.	0
Others		Others	
Spain	15088	Spain	14739
Other EU	399	Other EU	612
Angola	5346	Angola	909
Jordan	1003	Cyprus	253
Cyprus	326		
Total for Others	22162		16513
Others not Listed	2444		166
Grand Total	24626		16679

## Commodity: Peanut Oil

### Production, Supply & Distribution Table

PSD Table						
Country	Portugal					
Commodity	Oil, Peanut				(1000 MT)(PERCENT)	
	Revised	1998	Preliminary	1999	Forecast	2000
	Old	New	Old	New	Old	New
Market Year Begin		10/1998		10/1999		10/2000
Crush	0	0	0	0	0	0
Extr. Rate, 999.9999	ERR	ERR	ERR	ERR	ERR	ERR
Beginning Stocks	0	0	0	0	0	0
Production	0	0	0	0	0	0
MY Imports	1	3	1	3	0	3
MY Imp. from U.S.	0	0	0	0	0	0
MY Imp. from the EC	0	0	0	0	0	0
TOTAL SUPPLY	1	3	1	3	0	3
MY Exports	0	0	0	0	0	0
MY Exp. to the EC	0	0	0	0	0	0
Industrial Dom. Consum	0	0	0	0	0	0
Food Use Dom. Consump.	1	3	1	3	0	3
Feed Waste Dom. Consum	0	0	0	0	0	0
TOTAL Dom. Consumption	1	3	1	3	0	3
Ending Stocks	0	0	0	0	0	0
TOTAL DISTRIBUTION	1	3	1	3	0	3
Calendar Year Imports	1	3	1	3	0	3
Calendar Yr Imp. U.S.	0	0	0	0	0	0
Calendar Year Exports	0	0	0	0	0	0
Calndr Yr Exp. to U.S.	0	0	0	0	0	0

### Trade Matrix

Import Trade Matrix			
Country	Portugal		
Commodity	Oil, Peanut		
Time period	Oct/Sept	Units:	Metric Tons
Imports for:	1998		1999
U.S.	0	U.S.	0
Others		Others	
France	294	France	3474
U.K.	29	U.K.	19
China	13		
Total for Others	336		3493
Others not Listed	0		1
Grand Total	336		3494

Export Trade Matrix			
Country	Portugal		
Commodity	Oil, Peanut		
Time period	Oct/Sept	Units:	Metric Tons
Exports for:	1998		1999
U.S.	0	U.S.	0
Others		Others	
EU (U.K.)	1	France	44
Angola	92	Luxembourg	16
Cape Verde	4	Cape Verde	1
Total for Others	97		61
Others not Listed	1		0
Grand Total	98		61

## Commodity: Olive Oil

### Production, Supply & Distribution Table

PSD Table						
Country	Portugal					
Commodity	Oil, Olive				(1000 HA)(1000 TREES)(1000 MT)	
	Revised	1998	Preliminary	1999	Forecast	2000
	Old	New	Old	New	Old	New
Market Year Begin		10/1998		10/1999		10/2000
Area Planted	455	455	455	455	0	455
Area Harvested	455	455	455	455	0	455
Trees	28100	28100	28100	28100	0	28100
Beginning Stocks	31	11	36	1	36	1
Production	40	36	32	44	0	40
MY Imports	55	37	60	36	0	38
MY Imp. from U.S.	0	0	0	0	0	0
MY Imp. from the EC	34	32	44	31	0	33
TOTAL SUPPLY	126	84	128	81	36	79
MY Exports	20	16	18	12	0	10
MY Exp. to the EC	5	3	5	0	0	0
Industrial Dom. Consum	3	3	3	3	0	3
Food Use Dom. Consump.	67	64	71	65	0	66
Feed Waste Consumption	0	0	0	0	0	0
TOTAL Dom. Consumption	70	67	74	68	0	69
Ending Stocks	36	1	36	1	0	0
TOTAL DISTRIBUTION	126	84	128	81	0	79
Calendar Year Imports	55	37	60	36	0	38
Calendar Yr Imp. U.S.	0	0	0	0	0	0
Calendar Year Exports	20	16	18	12	0	10
Calndr Yr Exp. to U.S.	1	1	0	1	0	1

### Trade Matrix

Import Trade Matrix			
Country	Portugal		
Commodity	Oil, Olive		
Time period	Oct/Sept	Units:	Metric Tons
Imports for:	1998		1999
U.S.	0	U.S.	0
Others		Others	
Spain	46062	Spain	31302
Other EU	563	Other EU	324
Morocco	375	Turkey	2967
Tunisia	159	Morocco	917
		Tunisia	1348
		Brazil	103
Total for Others	47159		36961
Others not Listed	0		456
Grand Total	47159		37417

Export Trade Matrix			
Country	Portugal		
Commodity	Oil, Olive		
Time period	Oct/Sept	Units:	Metric Tons
Exports for:	1998		1999
U.S.	961	U.S.	756
Others		Others	
Spain	2840	Spain	2175
Other EU	2133	Other EU	497
Brazil	12967	Brazil	10005
Venezuela	943	Venezuela	760
Cape Verde	515	Cape Verde	438
Angola	561	Angola	424
Total for Others	19959		14299
Others not Listed	1080		1028
Grand Total	22000		16083

### Commodity: Fish Oil

### Production, Supply & Distribution Table

PSD Table						
Country	Portugal					
Commodity	Oil, Fish				(1000 MT)(PERCENT)	
	Revised	1998	Preliminary	1999	Forecast	2000
	Old	New	Old	New	Old	New
Market Year Begin		10/1998		10/1999		10/2000
Catch For Reduction	10	10	10	10	0	10
Extr. Rate, 999.9999	0.1	0.1	0.1	0.1	ERR	0.1
Beginning Stocks	0	0	0	0	0	0
Production	1	1	1	1	0	1
MY Imports	1	0	1	0	0	0
MY Imp. from U.S.	0	0	0	0	0	0
MY Imp. from the EC	0	0	0	0	0	0
TOTAL SUPPLY	2	1	2	1	0	1
MY Exports	1	1	1	1	0	1
MY Exp. to the EC	1	1	1	1	0	1
Industrial Dom. Consum	1	0	1	0	0	0
Food Use Dom. Consum.	0	0	0	0	0	0
Feed Waste Dom. Consum	0	0	0	0	0	0
TOTAL Dom. Consumption	1	0	1	0	0	0
Ending Stocks	0	0	0	0	0	0
TOTAL DISTRIBUTION	2	1	2	1	0	1
Calendar Year Imports	1	0	1	0	0	0
Calendar Yr Imp. U.S.	0	0	0	0	0	0
Calendar Year Exports	1	1	1	1	0	1
Calndr Yr Exp. to U.S.	0	0	0	0	0	0

## Trade Matrix

Import Trade Matrix			
Country	Portugal		
Commodity	Oil, Fish		
Time period	Oct/Sept	Units:	Metric Tons
Imports for:	1998		1999
U.S.	5	U.S.	0
Others		Others	
Spain	338	Spain	227
Other EU	5	Other EU	8
Panama	66	Panama	13
Faroe Islands	21	Iceland	7
Iceland	6		
Total for Others	436		255
Others not Listed	2		1
Grand Total	443		256

Export Trade Matrix			
Country	Portugal		
Commodity	Oil, Fish		
Time period	Oct/Sept	Units:	Metric Tons
Imports for:	1998		1999
U.S.	17	U.S.	14
Others		Others	
Spain	615	Spain	338
France	236	France	238
U.K.	68	Netherlands	75
Japan	927	Italy	23
Norway	20	Japan	665
		Mali	14
		Hong-Kong	3
Total for Others	1866		1356
Others not Listed	0		0
Grand Total	1883		1370



**PORTUGAL: Average Oil Prices at retail (Units: Pte/Liter)**

	Blended oil	Sunflower-seed Oil	Soybean Oil	Olive Oil, 1.5° Acidity	Olive Oil, 0.7° Acidity
CY-1998	241.00	240.00	205.00	563.00	888.00
CY-1999	227.20	228.80	175.40	674.80	917.00
January 2000	214.00	233.00	170.00	694.00	942.00

Source: General Directorate of Competition and Prices DGCP